

RICHTERSVELD

MUNICIPALITY



Die Richtersveld leuse is:

!Ghâi //Khoredi

Dit beteken: "Strewe na sukses" in Nama

FINANCIAL STATEMENTS

30 JUNE 2009

RICHTERSVELD MUNICIPALITY

Index

Contents	Page
General Information	1
Approval of the Financial Statements	2
Report of the Auditor General	3
Statement of Financial Position	4
Statement of Financial Performance	5
Statement of Changes In Net Assets	6
Cash Flow Statement	7
Accounting Policies	8 - 26
Notes to the Financial Statements	27 - 55
APPENDICES	
A Schedule of External Loans	56
B Analysis of Property, Plant and Equipment	57 - 59
C Segmental Analysis of Property, Plant and Equipment	60
D Segmental Statement of Financial Performance - Municipal Votes	61
E (1) Actual Versus Budget (Revenue and Expenditure)	62
E (2) Actual Versus Budget (Acquisition of Property, Plant and Equipment)	63
F Disclosure of Grants and Subsidies In Terms of Section 123 of MFMA, 56 of 2003	64

RICHTERSVELD MUNICIPALITY

FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

GENERAL INFORMATION

NATURE OF BUSINESS

Richtersveld Municipality is a local municipality performing the functions as set out in the Constitution. (Act no 105 of 1996)

COUNTRY OF ORIGIN AND LEGAL FORM

South African Category B Municipality (Local Municipality) as defined by the Municipal Structures Act. (Act no 117 of 1998)

JURISDICTION

The Richtersveld Municipality includes the areas of Port Nolloth, Eksteensfontein, Kuboes, Alexanderbaai, Sandrift and Lekkering.

MUNICIPAL MANAGER

JG Cloete

CHIEF FINANCIAL OFFICER

A Stuurman (Acting)

REGISTERED OFFICE

Private Bag X113
PORT NOLLOTH
8280

AUDITORS

Auditor-General
Private Bag X5013
KIMBERLEY
8300

PRINCIPLE BANKERS

First National Bank

ATTORNEYS

Tobie Kotze & Van Sitterts

RELEVANT LEGISLATION

Municipal Finance Management Act (Act no 56 of 2003)
Division of Revenue Act
The Income Tax Act
Value Added Tax Act
Municipal Structures Act (Act no 117 of 1998)
Municipal Systems Act (Act no 32 of 2000)
Municipal Planning and Performance Management Regulations
Water Services Act (Act no 108 of 1997)
Housing Act (Act no 107 of 1997)
Municipal Property Rates Act (Act no 6 of 2004)
Electricity Act (Act no 41 of 1987)
Skills Development Levies Act (Act no 9 of 1999)
Employment Equity Act (Act no 55 of 1998)
Unemployment Insurance Act (Act no 30 of 1966)
Basic Conditions of Employment Act (Act no 75 of 1997)
Supply Chain Management Regulations, 2005
Collective Agreements
Infrastructure Grants
SALBC Leave Regulations

RICHTERSVELD MUNICIPALITY

MEMBERS OF THE RICHTERSVELD MUNICIPALITY

WARD

1
2
3
4
Proportional
Proportional
Proportional
Proportional

COUNCILLOR

WJ Cloete
AM Jansen
EN Hausiku
LR Ambrosini
D Singh
CF de Lange Richter
GJ Links
T Swartbooi

APPROVAL OF FINANCIAL STATEMENTS

I am responsible for the preparation of these annual financial statements, which are set out on pages 4 to 55 in terms of Section 126 (1) of the Municipal Finance Management Act and which I have signed on behalf of the Municipality.

JG Cloete
Municipal Manager

Date

RICHTERSVELD MUNICIPALITY

STATEMENT OF FINANCIAL POSITION AT 30 JUNE 2009

	Notes	2009 R	2008 R
NET ASSETS AND LIABILITIES			
Net Assets		78 806 086	73 294 933
Housing Development Fund	2	980 892	977 243
Capital Replacement Reserve	3	664 308	610 086
Capitalisation Reserve	3	-	-
Government Grant Reserve	3	-	-
Donations and Public Contribution Reserve	3	13 820 021	10 792 432
Accumulated Surplus/(Deficit)		63 340 865	60 915 173
Non-Current Liabilities		7 522 575	7 846 909
Long-term Liabilities	4	3 920 792	4 703 423
Non-current Provisions	5	3 601 783	3 143 486
Current Liabilities		10 368 843	9 782 205
Consumer Deposits	6	590 474	559 222
Provisions	7	1 247 043	1 103 040
Trade and Other Payables	8	2 457 714	1 796 501
Unspent Conditional Government Grants and Receipts	9	5 308 247	5 016 511
Taxes	10	126 164	-
Cash and Cash Equivalents	20.2	-	805 426
Current Portion of Long-term Liabilities	4	639 200	501 505
Total Net Assets and Liabilities		96 697 503	90 924 047
ASSETS			
Non-Current Assets		81 142 115	79 219 673
Property, Plant and Equipment	12	80 671 151	78 719 799
Investment Property	13	178 500	178 500
Intangible Assets	14	37 572	76 496
Long-Term Receivables	15	254 892	244 878
Current Assets		15 555 388	11 704 374
Inventory	16	65 676	94 113
Trade Receivables from exchange transactions	17	5 765 926	927 804
Other Receivables from non-exchange transactions	18	1 868 521	509 233
Operating Lease Asset	19.2	24 322	26 232
Taxes	10	-	2 404 039
Current Portion of Long-term Receivables	15	22 729	195 404
Cash and Cash Equivalents	20.1	7 808 215	7 547 550
Total Assets		96 697 503	90 924 047

RICHTERSVELD MUNICIPALITY

STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2009

	Notes	2009 R	2008 R
REVENUE			
Revenue from Non-exchange Transactions		25 833 187	9 835 806
Taxation Revenue		4 994 622	2 979 712
Property taxes	21	4 994 622	2 979 712
Transfer Revenue		20 799 915	6 807 074
Government Grants and Subsidies	22	14 665 571	4 881 157
Public Contributions and Donations	23	2 120	2 500
Contributed Property, Plant and Equipment	24	6 132 224	1 923 417
Other Revenue		38 650	49 020
Fines		38 650	49 020
Revenue from Exchange Transactions		15 512 186	27 925 376
Property Rates - penalties imposed and collection charges		538 886	-
Service Charges	25	10 987 179	9 892 336
Rental of Facilities and Equipment	26	1 121 089	1 205 190
Interest Earned - external investments	27	700 626	268 498
Interest Earned - outstanding receivables	28	1 385 016	1 550 711
Licences and Permits		121 560	111 233
Income for Agency Services		334 194	298 075
Other Income	29	323 636	14 599 333
Total Revenue		41 345 373	37 761 182
EXPENDITURE			
Employee related costs	30	(10 212 034)	(8 626 276)
Remuneration of Councillors	31	(1 548 799)	(1 255 143)
Debt Impairment	32	-	(2 879 724)
Depreciation and Amortisation	33	(6 000 639)	(5 477 958)
Repairs and Maintenance		(1 260 074)	(830 781)
Unamortised Discount - Interest		(198 992)	(208 962)
Actuarial Losses	5	(97 879)	-
Finance Costs	34	(506 824)	(535 790)
Bulk Purchases	35	(3 457 934)	(2 729 626)
Contracted Services		(232 686)	(6 240)
Grants and Subsidies Paid		(1 468 868)	(1 942 020)
Other Operating Grant Expenditure		(6 896 700)	(21 735)
General Expenses	36	(4 114 419)	(4 522 293)
Total Expenditure		(35 995 850)	(29 036 547)
Operating Surplus for the Year		5 349 523	8 724 635
Gains/(Loss) on Sale of Assets	37	157 980	-
NET SURPLUS/(DEFICIT) FOR THE YEAR		5 507 503	8 724 635
Refer to Appendix E(1) for explanation of variances			

RICHTERSVELD MUNICIPALITY

STATEMENT OF CHANGES IN NET ASSETS FOR THE YEAR ENDED 30 JUNE 2009

	Housing Development Fund	Capital Replacement Reserve	Capitalisation Reserve	Government Grant Reserve	Donations and Public Contribution Reserve	Accumulated Surplus/ (Deficit)	Total
	R	R	R	R	R	R	R
Balance at 1 July 2007	976 401	640 743	3 875 286	16 318 183	9 570 167	31 334 085	62 714 865
Correction of Error - note 39.13	-	-	-	-	-	179 786	179 786
Change in Accounting Policy - note 38.7	-	-	(3 875 286)	(16 318 183)	-	20 994 452	800 983
Restated balance	976 401	640 743	-	-	9 570 167	52 508 323	63 695 634
Net Surplus/(Deficit) for the year	842	-	-	-	-	8 724 635	8 725 477
Donated/contributed PPE	-	-	-	-	1 923 417	(1 923 417)	-
Property, Plant and Equipment purchased	-	(30 657)	-	-	-	30 657	-
Offsetting of depreciation	-	-	-	-	(701 152)	701 152	-
Balance at 30 June 2008	977 243	610 086	-	-	10 792 432	60 041 350	72 421 111
Correction of Error - note 39.14	-	-	-	-	-	1 125 857	1 125 857
Change in Accounting Policy - note 38.8	-	-	-	-	-	(252 034)	(252 034)
Restated balance	977 243	610 086	-	-	10 792 432	60 915 173	73 294 934
Net Surplus/(Deficit) for the year	3 649	-	-	-	-	5 507 503	5 511 153
Transfer to/from CRR	-	54 222	-	-	-	(54 222)	-
PPE contributed by public	-	-	-	-	3 859 642	(3 859 642)	-
Offsetting of depreciation	-	-	-	-	(832 053)	832 053	-
Balance at 30 June 2009	980 892	664 308	-	-	13 820 021	63 340 866	78 806 086

RICHTERSVELD MUNICIPALITY

CASH FLOW STATEMENT FOR THE YEAR ENDED 30 JUNE 2009

	Notes	2009 R	2008 R
CASH FLOW FROM OPERATING ACTIVITIES			
Cash receipts from ratepayers, government and other		26 606 461	41 410 276
Cash paid to suppliers and employees		(18 825 076)	(35 714 984)
Cash generated/(absorbed) by operations	40	7 781 385	5 695 292
Interest Received		2 085 642	1 819 209
Interest Paid		(506 824)	(535 790)
Net Cash from Operating Activities		9 360 203	6 978 712
CASH FLOW FROM INVESTING ACTIVITIES			
Purchase of Property, Plant and Equipment		(7 915 334)	(5 143 885)
Proceeds on Disposal of Fixed Assets		103 497	
(Increase)/Decrease in Intangible Assets		-	100 338
(Increase)/Decrease in Long-term Receivables		162 661	544 766
Net Cash from Investing Activities		(7 649 176)	(4 498 781)
CASH FLOW FROM FINANCING ACTIVITIES			
New loans raised/(repaid)		(644 936)	(867 239)
Net Cash from Financing Activities		(644 936)	(867 239)
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		1 066 091	1 612 692
Cash and Cash Equivalents at the beginning of the year		6 742 124	5 129 432
Cash and Cash Equivalents at the end of the year	41	7 808 215	6 742 124
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS		1 066 091	1 612 692

RICHTERSVELD MUNICIPALITY

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

	2009 R	2008 R
2. HOUSING DEVELOPMENT FUND		
Housing Development Fund	980 892	977 243
Unappropriated Surplus	980 892	977 243
Loans extinguished by Government on 1 April 1996	-	-
Total Housing Development Fund Assets and Liabilities	980 892	977 243
2.1 The Housing Development Fund was established in terms of section 15 (5) and 16 of the Housing Act, Act 107 of 1997. The proceeds in this fund are utilised for housing development projects approved by the MEC. Any surplus/(deficit) on the Housing Department in the Statement of Financial Performance is transferred to the Housing Development Fund.		
3. NET ASSET RESERVES		
RESERVES	14 484 328	11 402 518
Capital Replacement Reserve	664 308	610 086
Donations and Public Contribution Reserve	13 820 021	10 792 432
Total Net Asset Reserve and Liabilities	14 484 328	11 402 518
3.1 The Capital Replacement Reserve is used to finance future capital expenditure from own funds.		
3.2		
When items of property, plant and equipment are financed from public contribution and donations a transfer, equal to public contributions and donations received, is made to the Public Contributions and Donations Reserve. When these items of property, plant and equipment are depreciated a transfer is made from the Public Contributions and Donations Reserve to the Accumulated Surplus/(Deficit). The purpose of this reserve is to promote community equity and facilitate budgetary control by ensuring that sufficient funds are set aside to offset the depreciation charges that will incurred over the estimated useful life of the items of property, plant and equipment financed for public contributions and donations.		
4. LONG TERM LIABILITIES		
Annuity Loans - At amortised cost	5 033 960	5 834 891
Capitalised Lease Liability - At amortised cost	210 392	253 390
	5 244 352	6 088 281
Less: Current Portion transferred to Current Liabilities	(639 200)	(501 505)
Annuity Loans - At amortised cost	(690 240)	(458 507)
Capitalised Lease Liability - At amortised cost	51 040	(42 998)
	4 605 152	5 586 776
Plus: Unamortised charges on loans	(684 360)	(883 352)
Balance 1 July	(883 352)	-
Adjustment for the period	198 992	208 962
Restatement of prior year comparatives - Note 38.4	-	(1 092 314)
Total Long-term Liabilities - At amortised cost using the effective interest rate method	3 920 792	4 703 423
The obligations under finance leases are scheduled below		
	Minimum lease payments	
Amounts payable under finance leases		
Payable within one year	95 144	95 144
Payable within two to five years	222 004	317 148
Payable after five years	-	-
	317 148	412 292
Less: Future finance obligations	(317 148)	(412 292)
Present value of lease obligations	-	-

Refer to Appendix A for descriptions, maturity dates and effective interest rates of structured loans and finance.

Leases are secured by property, plant and equipment - Note 12

Exemptions taken for leases according to Directive 4 - Transitional Provisions for Medium and Low Capacity Municipalities.

	2009 R	2008 R
5. NON-CURRENT PROVISIONS		
Provision for Post Retirement Health Care Benefits	2 441 283	2 088 485
Provision for Rehabilitation of Landfill-sites	1 160 500	1 055 000
Total Non-current Provision Liabilities	3 601 783	3 143 485
<u>Post Retirement Health Care Benefits</u>		
Balance 1 July	2 136 525	1 862 161
Contribution for the year	357 901	274 364
Expenditure for the year	(64 478)	-
Actuarial Loss/(Gain)	97 879	-
Total provision 30 June	2 527 827	2 136 525
Less: Transfer of Current Portion to Current Provisions - Note 7	(86 544)	(48 040)
Balance 30 June	2 441 283	2 088 485
<u>Landfill Sites</u>		
Balance 1 July	2 110 000	2 110 000
Contribution for the year	211 000	-
Total provision 30 June	2 321 000	2 110 000
Less: Transfer of Current Portion to Current Provisions - Note 7	(1 160 500)	(1 055 000)
Balance 30 June	1 160 500	1 055 000
<u>TOTAL NON-CURRENT PROVISIONS</u>		
Balance 1 July	4 246 525	3 972 161
Contribution for the year	568 901	274 364
Expenditure for the year	(64 478)	-
Actuarial Loss/(Gain)	97 879	-
Total provision 30 June	4 848 827	4 246 525
Less: Transfer of Current Portion to Current Provisions - Note 7	(1 247 044)	(1 103 040)
Balance 30 June	3 601 783	3 143 485
5.1 Provision for Post Retirement Benefits		
The Post Retirement Benefit Plan is a defined benefit plan, of which the members are made up as follows:		
In-service (employee) members	4	6
Continuation members (e.g. Retirees, widows, orphans)	3	2
Total Members	7	8
The liability in respect of past service has been estimated to be as follows:		
In-service members	751 061	1 559 000
Continuation members	1 185 853	659 000
Total Liability	1 936 914	2 218 000
The municipality makes monthly contributions for health care arrangements to the following medical aid schemes:		
Hosmed		
LA Health		

The Current-service Cost for the ensuing year is estimated to be R53 503, whereas the Interest Cost for the next year is estimated to be R174 528.

Key actuarial assumptions used:	2009 %	2008 %
i) Rate of interest		
Discount rate	9.21	10.97
Health Care Cost Inflation Rate	7.42	9.78
Net Effective Discount Rate	1.67	1.08

ii) Mortality rates

The PA 90 ultimate table, rated down by 1 year of age was used by the actuaries.

iii) Normal retirement age

The normal retirement age for employees of the municipality is 60 years.

The amounts recognised in the Statement of Financial Position are as follows:

Present value of fund obligations	1 936 914	2 217 966
Fair value of plan assets	-	-
	<u>1 936 914</u>	<u>2 217 966</u>
Unrecognised past service cost	-	-
Unrecognised actuarial gains/(losses)	590 913	(81 441)
Present Value of unfunded obligation	-	-
Net liability/(asset)	<u>2 527 827</u>	<u>2 136 525</u>

The municipality has elected to recognise the full increase in this defined benefit liability immediately as per IAS 19, Employee Benefits, paragraph 155 (a).

Reconciliation of present value of fund obligation:

Present value of fund obligation at the beginning of the year	2 136 525	1 907 017
Total expenses	293 423	229 508
Current service cost	117 225	121 803
Interest Cost	240 676	152 561
Benefits Paid	(64 478)	(44 856)
Actuarial (gains)/losses	97 879	81 441
Present value of fund obligation at the end of the year	<u>2 527 827</u>	<u>2 217 966</u>

Reconciliation of fair value of plan assets:

Fair value of plan assets at the beginning of the year	-	-
Expected return on plan assets	-	-
Contributions: Employer	-	-
Contributions: Employee	-	-
Past Service Costs	-	-
Actuarial (gains)/losses	-	-
Benefits Paid	-	-
Fair value of plan assets at the end of the year	<u>-</u>	<u>-</u>

The effect of a 1% movement in the assumed rate of health care cost inflation is as follows:

	Increase	Decrease
Effect on the aggregate of the current service cost and interest cost components	30 713	25 237
Effect on the defined benefit obligation	297 000	249 360

	2009 R	2008 R
5.2 Retirement funds		
<u>CAPE JOINT PENSION FUND</u>		
This fund comprises a defined benefit section and a defined contribution section. The Cape Joint Pension Fund is a multi-employer plan and the contribution rate payable is 9%, by the members and 18% by Council. In respect of the defined benefit section the last valuation performed for the year ended 30 June 2008 (30 June 2007) revealed that the fund had an actuarial surplus of R182,733 (R200,209) million with a funding level of 106,5% (107,1%), and is in a sound financial state as at 30 June 2008.		
<u>CAPE JOINT RETIREMENT FUND</u>		
This fund comprises a defined benefit section and a defined contribution section. The contribution rate paid by the members (9,0%) and Council (18,0%) is sufficient to fund the benefits accruing from the fund in future. In respect of the defined benefit section the last valuation performed for the year ended 30 June 2008 (30 June 2007) revealed that the fund had an actuarial surplus of R12,033 (R20,22) million with a funding level of 103,3% (105,3%) and is in a sound financial position as at 30 June 2008.		
<u>MUNICIPAL COUNCILLORS PENSION</u>		
The Municipal Councillors Pension Fund operates as a defined contribution scheme. The contribution rate paid by the members (13,75%) and council (15%) is sufficient to fund the benefits accruing from the fund in the future. The financial statements of the fund have not been audited since June 2006 and the financial position of the fund is not available		
Exemptions taken for provisions according to Directive 4 - Transitional Provisions for Medium and Low Capacity Municipalities.		
6. CONSUMER DEPOSITS		
Electricity and Water	590 474	559 222
Total Consumer Deposits	590 474	559 222
The fair value of consumer deposits approximate their carrying value. Interest is not paid on these amounts.		
7. PROVISIONS		
Current Portion of Non-Current Provisions	1 247 044	1 103 040
Current Portion of Rehabilitation of Landfill Sites - Note 5	1 160 500	1 055 000
Current Portion of Post Retirement Benefits - Note 5	86 544	48 040
Total Provisions	1 247 044	1 103 040
The movement in current provisions are reconciled as follows:		
<u>Rehabilitation of Landfill Sites</u>		
Balance at beginning of year	1 055 000	-
Contribution to provision	105 500	1 055 000
Expenditure incurred	-	-
Balance at end of year	1 160 500	1 055 000
<u>Post Retirement Benefits</u>		
Balance at beginning of year	48 040	44 856
Contribution to provision	86 544	3 184
Expenditure incurred	(48 040)	-
Balance at end of year	86 544	48 040

	2009 R	2008 R
<u>TOTAL - CURRENT PROVISIONS</u>		
Balance at beginning of year	1 103 040	44 856
Contribution to provision	192 044	1 058 184
Expenditure incurred	(48 040)	-
Balance at end of year	1 247 044	1 103 040

For more information regarding the provisions for Post Retirement Benefits and Long-term Service Awards - Refer to Note 5 to the Financial Statements, Other Defined Benefit Plan Information

Exemptions taken for provisions according to Directive 4 - Transitional Provisions for Medium and Low Capacity Municipalities.

8. TRADE AND OTHER PAYABLES

Trade Payables	854 583	563 748
Payments received in advance	390 390	308 816
Staff Leave	749 684	532 569
Staff Bonuses	322 324	291 331
Other Creditors	5 681	(15 665)
Deposits: Other	135 052	115 701
Total Creditors	2 457 714	1 796 500

Staff Leave Reconciliation

Balance at beginning of year	532 569	681 610
Contribution to provision	293 991	-
Expenditure incurred	(76 876)	(149 041)
Balance at end of year	749 684	532 569

Staff Bonuses Reconciliation

Balance at beginning of year	291 331	261 064
Contribution to provision	572 689	30 267
Expenditure incurred	(541 696)	-
Balance at end of year	322 324	291 331

9. UNSPENT CONDITIONAL GOVERNMENT GRANTS AND RECEIPTS

9.1 *Conditional Grants from other spheres of Government*

Unspent Grants	5 308 248	5 016 511
National Government Grants	1 354 665	1 703 262
Provincial Government Grants	3 426 504	2 740 644
Other Sources	527 079	572 605
Less: Unpaid Grants	-	-
National Government Grants	-	-
Provincial Government Grants	-	-
Other Sources	-	-
Total Conditional Grants and Receipts	5 308 248	5 016 511

See appendix "F" for reconciliation of grants from other spheres of government. The Unspent Grants are cash-backed by term deposits. The municipality complied with the conditions attached to all grants received to the extent of revenue recognised. No grants were withheld

10. TAXES

VAT Payable	126 164	-
-------------	---------	---

VAT is payable on the receipts basis. VAT is paid over to SARS only once payment is received from debtors.

	2009 R	2008 R
VAT Receivable	-	2 404 039

VAT is payable on the receipts basis. VAT is paid over to SARS only once payment is received from debtors.

11. SHORT-TERM LOANS

The Municipality has no short term loans

	2009 R	2008 R
13. INVESTMENT PROPERTY		
Net Carrying amount at 1 July	178 500	178 500
Cost/Valuation	178 500	178 500
Accumulated Depreciation	-	-
Acquisitions	-	-
Fair Value Adjustments	-	-
Depreciation for the year	-	-
Net Carrying amount at 30 June	178 500	178 500
Cost/Valuation	178 500	178 500
Accumulated Depreciation	-	-
The fair value of Investment Properties, as valued by the municipality's valuer, is estimated at	178 500	178 500

Exemptions taken for investment property according to Directive 4 - Transitional Provisions for Medium and Low Capacity Municipalities.

14. INTANGIBLE ASSETS		
Net Carrying amount at 1 July	76 497	163 457
Cost	308 347	436 436
Correction of Error - Note 39.12	-	(100 337)
Accumulated Amortisation	(231 850)	(172 642)
Acquisitions	-	-
Amortisation	(38 926)	(86 961)
Net Carrying amount at 30 June	37 571	76 497
Cost	308 347	308 347
Accumulated Amortisation	(270 776)	(231 850)

Exemptions taken for intangible assets according to Directive 4 - Transitional Provisions for Medium and Low Capacity Municipalities.

15. LONG TERM RECEIVABLES		
Housing Selling Scheme Loans - At amortised cost	259 964	259 964
Sale of Erven	17 657	180 318
	277 621	440 282
Less: Current portion transferred to current receivables	(22 729)	(195 404)
Housing Selling Scheme Loans - At amortised cost	(5 072)	(5 072)
Sale of Erven	(17 657)	(190 332)
	254 892	244 878
Less: Provision for Impairment of Long Term Receivables	-	-
Total Long Term Receivables	254 892	244 878

16. INVENTORY		
Maintenance Materials - At cost	63 094	91 832
Water - At purification cost	2 582	2 281
Total Inventory	65 676	94 113

Exemptions taken for inventory according to Directive 4 - Transitional Provisions for Medium and Low Capacity Municipalities.

	2009 R	2008 R
17. TRADE RECEIVABLES FROM EXCHANGE TRANSACTIONS		
Water	4 606 945	3 047 371
Electricity	772 568	435 204
Housing Rentals	178 508	169 182
Refuse	4 011 947	2 696 461
Sewerage	3 785 946	2 600 361
Other Arrears	7 645 376	7 191 831
Total: Trade receivables from exchange transactions (before provision)	21 001 290	16 140 410
Provision for Impairments	(15 235 365)	(15 212 606)
Total: Trade receivables from exchange transactions (after provision)	5 765 925	927 804
The fair value of other receivables approximate their carrying value.		
<u>(Electricity): Ageing</u>		
Current (0 - 30 days)	205 849	136 475
31 - 60 Days	57 746	32 803
61 - 90 Days	28 087	19 031
+ 90 Days	480 886	246 895
Total	772 568	435 204
<u>(Water): Ageing</u>		
Current (0 - 30 days)	192 575	125 503
31 - 60 Days	200 392	87 260
61 - 90 Days	130 169	75 248
+ 90 Days	4 083 809	2 759 360
Total	4 606 945	3 047 371
<u>(Housing): Ageing</u>		
Current (0 - 30 days)	(1 474)	(1 294)
31 - 60 Days	1 157	1 167
61 - 90 Days	1 157	1 157
+ 90 Days	177 668	168 152
Total	178 508	169 182
<u>(Refuse): Ageing</u>		
Current (0 - 30 days)	107 024	93 803
31 - 60 Days	166 062	89 176
61 - 90 Days	100 303	83 538
+ 90 Days	3 638 558	2 429 944
Total	4 011 947	2 696 461
<u>(Sewerage): Ageing</u>		
Current (0 - 30 days)	76 131	88 850
31 - 60 Days	147 498	85 437
61 - 90 Days	90 673	80 500
+ 90 Days	3 471 644	2 345 574
Total	3 785 946	2 600 361
<u>(Other): Ageing</u>		
Current (0 - 30 days)	297 208	236 622
31 - 60 Days	98 689	145 789
61 - 90 Days	65 024	63 946
+ 90 Days	7 184 455	6 745 474
Total	7 645 376	7 191 831

	2009 R	2008 R
<u>(Total): Ageing</u>		
Current (0 - 30 days)	877 313	679 959
31 - 60 Days	671 544	441 632
61 - 90 Days	415 413	323 420
+ 90 Days	19 037 020	14 695 399
Total	21 001 290	16 140 410

Reconciliation of Provision for Bad Debts

Balance at beginning of year	15 212 606	13 116 417
Contribution to provision	22 759	2 108 416
Bad Debts written off against provision	-	(12 227)
Reversal of provision	-	-
Balance at end of year	15 235 365	15 212 606

The total amount of this provision is R15 212 606 and consist of

Service Debtors	8 078 920	8 056 161
Other Debtors	7 156 445	7 156 445
Total Provision for Bad Debts on Trade Receivables from exchange transactions	15 235 365	15 212 606

The provision for doubtful debts on debtors (loans and receivables) exists due to the possibility that not all debts will be recovered. Loans and receivables were assessed individually and grouped together at the Statement of Financial Position date as financial assets with similar credit risk characteristics and collectively assessed for impairment.

Concentrations of credit risk with respect to trade receivables are limited due to the municipality's large number of customers. The municipality's historical experience in collection of trade receivables falls within recorded allowances. Due to these factors, management believes that no additional risk beyond amounts provided for collection losses is inherent in the municipality's trade receivables.

18. OTHER RECEIVABLES FROM NON-EXCHANGE TRANSACTIONS

Taxes - Rates	5 545 605	4 012 011
Other Debtors	4 647	109 126
	5 550 252	4 121 137
Less: Provision for bad debts	(3 681 732)	(3 611 904)
Total Other Receivables from non-exchange transactions	1 868 521	509 233

The fair value of other receivables approximate their carrying value.

(Rates): Ageing

Current (0 - 30 days)	84 513	48 263
31 - 60 Days	135 593	71 935
61 - 90 Days	67 188	68 004
+ 90 Days	5 258 311	3 823 809
Total	5 545 605	4 012 011

Reconciliation of Provision for Bad Debts

Balance at beginning of year	3 611 904	2 840 596
Contribution to provision	69 828	771 308
Bad Debts written off against provision	-	-
Reversal of provision	-	-
Balance at end of year	3 681 732	3 611 904

	2009 R	2008 R
The total amount of this provision is R3 681 732 and consist of		
Taxes	3 681 732	3 611 904
Other	-	-
Total Provision for Bad Debts on Trade Receivables from non-exchange transactions	3 681 732	3 611 904

The provision for doubtful debts on debtors (loans and receivables) exists due to the possibility that not all debts will be recovered. Loans and receivables were assessed individually and grouped together at the Statement of Financial Position date as financial assets with similar credit risk characteristics and collectively assessed for impairment.

Concentrations of credit risk with respect to trade receivables are limited due to the municipality's large number of customers. The municipality's historical experience in collection of trade receivables falls within recorded allowances. Due to these factors, management believes that no additional risk beyond amounts provided for collection losses is inherent in the municipality's trade receivables.

19. OPERATING LEASE ARRANGEMENTS

19.1 The Municipality as Lessee

Leases not previously recognised	-	-
Balance on 30 June	-	-

At the Statement of Financial Position date, where the municipality acts as a lessee under operating leases, it will pay operating lease expenditure as follows

Up to 1 Year	-	54 725
1 to 5 Years	-	-
More than 5 Years	-	-
Total Operating Lease Arrangements	-	54 725

Reconciliation

Amount previously recorded (Through change in accounting policy)	-	59 700
Change in accounting policy	-	-
Movement during the year	-	(59 700)
Balance on 30 June	-	-

19.2 The Municipality as Lessor

Operating Lease Asset	24 322	26 232
Balance on 30 June	24 322	26 232

At the Statement of Financial Position date, where the municipality acts as a lessor under operating leases, it will receive operating lease income as follows

Up to 1 Year	24 764	24 764
1 to 5 Years	124 031	148 794
More than 5 Years	739 408	739 408
Total Operating Lease Arrangements	888 202	912 966

Reconciliation

Amount previously recorded (Through change in accounting policy)	26 232	93 998
Correction of Error - Note 39.10	-	(38 666)
Movement during the year	(1 911)	(29 100)
Balance on 30 June	24 322	26 232

	2009 R	2008 R
20. CASH AND CASH EQUIVALENTS		
20.1 Assets		
Call Investments Deposits	7 047 160	7 547 170
Primary Bank Account	760 674	-
Cash Floats	380	380
Total Cash and Cash Equivalents - Assets	7 808 215	7 547 550
20.2 Liabilities		
Primary Bank Account	-	805 426
Total Cash and Cash Equivalents - Liabilities	-	805 426
The municipality has the following bank accounts:		
Current Accounts		
First National Bank - Account Number 534 7183 1653 (Primary Bank Account):	760 674	(805 426)
	760 674	(805 426)
First National Bank - Account Number 534 7183 1653 (Primary Bank Account):		
Cash book balance at beginning of year	(805 426)	100 150
Cash book balance at end of year	760 674	(805 426)
Bank statement balance at beginning of year	169 874	86 994
Bank statement balance at end of year		169 874
First National Bank - Account Number 620 2169 3587 (Vegetables Account):		
Cash book balance at beginning of year	6 835	6 699
Cash book balance at end of year	6 706	6 835
Bank statement balance at beginning of year	6 835	6 699
Bank statement balance at end of year	6 706	6 835
First National Bank - Account Number 620 2192 4734 (Transitional Grant Account):		
Cash book balance at beginning of year	25 263	12 822
Cash book balance at end of year	3 765	25 263
Bank statement balance at beginning of year	25 263	12 822
Bank statement balance at end of year	3 765	25 263
First National Bank - Account Number 620 2575 7131 (Projects Account):		
Cash book balance at beginning of year	1 178	3 091
Cash book balance at end of year	-	1 178
Bank statement balance at beginning of year	1 178	3 091
Bank statement balance at end of year	-	1 178
First National Bank - Account Number 620 2669 7865 (Commonage rent Account):		
Cash book balance at beginning of year	406 569	3 368
Cash book balance at end of year	-	406 569
Bank statement balance at beginning of year	406 569	3 368
Bank statement balance at end of year	-	406 569
First National Bank - Account Number 620 3227 5689 (MSP Water Meters Account):		
Cash book balance at beginning of year	1 018 723	8 670
Cash book balance at end of year	990 527	1 018 723
Bank statement balance at beginning of year	1 018 723	8 670
Bank statement balance at end of year	990 527	1 018 723

	2009 R	2008 R
First National Bank - Account Number 620 3333 9955 (Rec/Development Account):		
Cash book balance at beginning of year	41 490	11 656
Cash book balance at end of year	39 616	41 490
Bank statement balance at beginning of year	41 490	11 656
Bank statement balance at end of year	39 616	41 490
First National Bank - Account Number 620 3384 2396 (IDP Account):		
Cash book balance at beginning of year	329 877	24 071
Cash book balance at end of year	280 227	329 877
Bank statement balance at beginning of year	329 877	24 071
Bank statement balance at end of year	280 227	329 877
First National Bank - Account Number 620 4518 7706 (Social/Aids Account):		
Cash book balance at beginning of year	97 641	3 555
Cash book balance at end of year	187 494	97 641
Bank statement balance at beginning of year	97 641	3 555
Bank statement balance at end of year	187 494	97 641
First National Bank - Account Number 620 5618 6599 (Cleanest Town Account):		
Cash book balance at beginning of year	65 754	5 561
Cash book balance at end of year	62 379	65 754
Bank statement balance at beginning of year	65 754	5 561
Bank statement balance at end of year	62 379	65 754
First National Bank - Account Number 620 5642 3701 (Kuboes Pipe Line Account):		
Cash book balance at beginning of year	8 284	32 892
Cash book balance at end of year	26 376	8 284
Bank statement balance at beginning of year	8 284	32 892
Bank statement balance at end of year	26 376	8 284
First National Bank - Account Number 620 5642 4098 (Ground Water Account):		
Cash book balance at beginning of year	146 811	133 367
Cash book balance at end of year	137 222	146 811
Bank statement balance at beginning of year	146 811	133 367
Bank statement balance at end of year	137 222	146 811
First National Bank - Account Number 620 5747 9472 (VAT Account):		
Cash book balance at beginning of year	1 968	9 842
Cash book balance at end of year	-	1 968
Bank statement balance at beginning of year	1 968	9 842
Bank statement balance at end of year	-	1 968
First National Bank - Account Number 620 6266 9521 (Equitable Share Account):		
Cash book balance at beginning of year	16 325	7 414
Cash book balance at end of year	56 268	16 325
Bank statement balance at beginning of year	16 325	7 414
Bank statement balance at end of year	56 268	16 325
First National Bank - Account Number 620 6874 1357 (8 Mile Bulk Water Account):		
Cash book balance at beginning of year	409 607	95 497
Cash book balance at end of year	201 840	409 607
Bank statement balance at beginning of year	409 607	95 497
Bank statement balance at end of year	201 840	409 607

	2009 R	2008 R
First National Bank - Account Number 620 6973 7173 (Leave Gratuity Account):		
Cash book balance at beginning of year	611 194	460 489
Cash book balance at end of year	485 669	611 194
Bank statement balance at beginning of year	611 194	460 489
Bank statement balance at end of year	485 669	611 194
First National Bank - Account Number 620 7204 0555 (FMG Account):		
Cash book balance at beginning of year	426 406	660 139
Cash book balance at end of year	137 031	426 406
Bank statement balance at beginning of year	426 406	660 139
Bank statement balance at end of year	130 031	426 406
First National Bank - Account Number 620 7629 6188 (NDFT Account):		
Cash book balance at beginning of year	251 448	309 812
Cash book balance at end of year	199 343	251 448
Bank statement balance at beginning of year	251 448	309 812
Bank statement balance at end of year	199 343	251 448
First National Bank - Account Number 620 9751 5880 (Consumer Deposits Account):		
Cash book balance at beginning of year	477 650	337 515
Cash book balance at end of year	219 534	477 650
Bank statement balance at beginning of year	477 650	337 515
Bank statement balance at end of year	219 534	477 650
First National Bank - Account Number 620 9751 6979 (Flood Dam Kuboes Account):		
Cash book balance at beginning of year	542 490	501 939
Cash book balance at end of year	255 440	542 490
Bank statement balance at beginning of year	542 490	501 939
Bank statement balance at end of year	255 440	542 490
First National Bank - Account Number 620 9751 7571 (CRR Account):		
Cash book balance at beginning of year	64 054	1 607 693
Cash book balance at end of year	664 308	64 054
Bank statement balance at beginning of year	64 054	1 607 693
Bank statement balance at end of year	664 308	64 054
First National Bank - Account Number 620 9851 7103 (EPWP Account):		
Cash book balance at beginning of year	51 257	333 163
Cash book balance at end of year	296 927	51 257
Bank statement balance at beginning of year	51 257	333 163
Bank statement balance at end of year	296 927	51 257
First National Bank - Account Number 620 0271 5755 (Grants Account):		
Cash book balance at beginning of year	39 518	32 437
Cash book balance at end of year	12 570	39 518
Bank statement balance at beginning of year	39 518	32 437
Bank statement balance at end of year	12 570	39 518
First National Bank - Account Number 620 1760 8581 (Dev. Housing Account):		
Cash book balance at beginning of year	16 167	15 325
Cash book balance at end of year	33 131	16 167
Bank statement balance at beginning of year	16 167	15 325
Bank statement balance at end of year	33 131	16 167

	2009 R	2008 R
First National Bank - Account Number 620 3757 7782 (MIG/MSIG Account):		
Cash book balance at beginning of year	1 726 665	154 083
Cash book balance at end of year	1 338 342	1 726 665
Bank statement balance at beginning of year	1 726 665	154 083
Bank statement balance at end of year	1 338 342	1 726 665
First National Bank - Account Number 620 5079 2721 (EFT/DBSA Account):		
Cash book balance at beginning of year	163 134	-
Cash book balance at end of year	38 348	163 134
Bank statement balance at beginning of year	163 134	-
Bank statement balance at end of year	38 348	163 134
First National Bank - Account Number 620 5079 2721 (EFT/DBSA Account):		
Cash book balance at beginning of year	-	9 996
Cash book balance at end of year	-	-
Bank statement balance at beginning of year	-	9 996
Bank statement balance at end of year	-	-
First National Bank - Account Number 620 7643 7253 (Water Bulk Shand Account):		
Cash book balance at beginning of year	120 230	-
Cash book balance at end of year	337 910	120 230
Bank statement balance at beginning of year	120 230	-
Bank statement balance at end of year	337 910	120 230
First National Bank - Account Number 621 3757 8433 (Projects Account):		
Cash book balance at beginning of year	312 284	-
Cash book balance at end of year	1 036 189	312 284
Bank statement balance at beginning of year	312 284	-
Bank statement balance at end of year	1 036 189	312 284

21. PROPERTY RATES

Actual

Rateable Land and Buildings

	4 994 622	2 979 712
Residential Property	4 004 023	2 539 142
Commercial Property	757 461	399 744
Industrial Property	31 144	-
Agricultural Purposes	89 425	-
State - National/ Provincial Services	112 570	-
Municipal Property	-	40 826

Total Assessment Rates

4 994 622	2 979 712
-----------	-----------

Valuations - 1 July 2006

Rateable Land and Buildings

	800 557 907	122 070 332
Residential Property	596 885 370	102 375 349
Commercial Property	94 615 309	17 465 983
Industrial Property	3 387 600	-
Agricultural Purposes	89 656 328	-
State - National/ Provincial Services	16 013 300	2 229 000

Total Assessment Rates

800 557 907	122 070 332
-------------	-------------

Assessment Rates are levied on the value of land and improvements, which valuation is performed every 4 years. The last valuation came into effect on 1 July 2008. Interim valuations are processed on an annual basis to take into account changes in individual property values due to alterations and subdivisions and also to accommodate growth in the rate base due mostly to private development.

A rate in the rand for domestic properties of R 0.006611 was charged on site values. Business were charged at a rate in the rand of R 0.007667 on site values. The rate for agricultural properties was R0.001010 and a rate in the rand of R 0.022887 was charge for all improvements on properties.

Rebates of 33,33% are applied to pensioners and a discount of 20% was granted to the State.

Properties used for domestic purposes and consisting of both land and improvements are subject to a R 15 000 valuation reduction. There are also different rebates and phased in tariffs for different sectors of the community. Interest on arrear accounts is charged at bank rate plus one.

Rates are levied monthly and payable by the 7th of the following month. Interest is levied at the prime rate plus 1% on outstanding monthly instalments.

	2009 R	2008 R
22. GOVERNMENT GRANTS AND SUBSIDIES		
Equitable Share	5 807 718	4 587 403
Other - Operating Grants	7 266 544	293 754
Other - Capital Grants	1 591 309	-
Total Government Grants and Subsidies	14 665 571	4 881 157
23. PUBLIC CONTRIBUTIONS AND DONATIONS		
Public Contributions - Conditiona	-	-
Public Contributions - Unconditiona	-	-
Donations	2 120	2 500
Total Public Contributions and Donations	2 120	2 500
24. CONTRIBUTED PROPERTY, PLANT AND EQUIPMENT		
Organisations	5 489 913	1 923 417
Total Contributed Property, Plant and Equipment	5 489 913	1 923 417
25. SERVICE CHARGES		
Electricity	4 599 777	4 109 071
Water	2 742 023	2 540 595
Refuse Removal	1 703 367	1 494 381
Sewerage and Sanitation Charges	1 747 596	1 559 031
Social Levy	194 415	189 258
Total Service Charges	10 987 179	9 892 336
26. RENTAL OF FACILITIES AND EQUIPMENT		
Rental of facilities	322 740	191 051
Other rentals	798 349	1 014 139
Total Rental of Facilities and Equipment	1 121 089	1 205 190
27. INTEREST EARNED - EXTERNAL INVESTMENTS		
Bank	698 613	254 423
Financial assets	2 013	14 075
Total Interest Earned - External Investments	700 626	268 498
28. INTEREST EARNED - OUTSTANDING RECEIVABLES		
Long-term Receivables	15 191	10 559
Trade Receivables	1 369 825	1 540 152
Other Receivables	-	-
Total Interest Earned - Outstanding Receivables	1 385 016	1 550 711

	2009 R	2008 R
29. OTHER INCOME		
Sundry Services Rendered	171 960	160 809
Sundry Fees Charged	48 703	70 532
Provision for Rehabilitation of Landfill site:	-	13 201 100
Other Income	102 973	1 166 892
Total Other Income	323 636	14 599 333
30. EMPLOYEE RELATED COSTS		
Employee Related Costs - Salaries and Wages	6 689 109	6 346 056
Employee Related Costs - Contributions for UIF, Pensions and Medical Aid:	1 809 303	1 470 191
Travel, Motor Car, Accommodation, Subsistence and Other Allowances:	133 558	212 726
Housing Benefits and Allowances:	43 383	41 723
Overtime Payments	376 578	295 805
Bonuses	572 689	30 267
Provision for leave	293 991	-
Defined Benefit Plan Expenses:	293 423	229 508
	10 212 034	8 626 276
Less: Employee Costs allocated elsewhere	-	-
Total Employee Related Costs	10 212 034	8 626 276
KEY MANAGEMENT PERSONNEL		
Key management personnel are all appointed on 5-year fixed contracts. There are no post-employment or termination benefits payable to them at the end of the contract periods.		
REMUNERATION OF KEY MANAGEMENT PERSONNEL		
<i>Remuneration of the Municipal Manager</i>		
Annual Remuneration	272 558	200 240
Traveling Allowance	88 735	88 735
Other Allowance	13 528	9 536
Performance Bonus	22 713	16 000
Contributions to UIF, Medical and Pension Fund:	74 987	57 957
Total	472 521	372 468
<i>Remuneration of the Director : Finance</i>		
Annual Remuneration	105 013	165 046
Car Allowance	26 459	43 264
Other Allowance	6 258	2 246
Performance Bonus	15 044	13 754
Contributions to UIF, Medical and Pension Fund:	38 103	60 864
Total	190 877	285 174
31. REMUNERATION OF COUNCILLORS		
Mayor	324 062	213 878
Councillors	662 314	427 074
Sundry allowance	416 395	366 914
Allowances allocated to Employee Related Costs in General Ledger	146 027	247 277
Total Councillors' Remuneration	1 548 798	1 255 143

In-kind Benefits

The Executive Mayor, Executive Deputy Mayor, Speaker and Executive Committee Members are full-time Councillors. Each is provided with an office and shared secretarial support at the cost of the Municipality. The Executive Mayor may utilise official Council transportation when engaged in official duties.

Certification by the Municipal Manager

I certify that the remuneration of Councillors and in-kind benefits are within the upper limits of the framework envisaged in Section 219 of the Constitution, read with the Remuneration of Public Officer Bearers Act and the Minister of Provincial and Local Government's determination in accordance with this Act.

.....
Signed: Municipal Manager

	2009 R	2008 R
32. DEBT IMPAIRMENT		
Trade Receivables from exchange transactions - Note 17	-	2 879 724
Long-term Receivables - Note 15	-	-
Other Receivables from non-exchange transactions - Note 16	-	-
Total Contribution to Bad Debts Provision	-	2 879 724
33. DEPRECIATION AND AMORTISATION		
Property, plant and equipment	5 962 615	5 390 997
Intangible assets	38 025	86 961
Total Depreciation and Amortisation	6 000 640	5 477 957
34. FINANCE COSTS		
Long-term Liabilities	499 354	534 837
Overdraft Facilities	682	130
Other	6 789	822
Total Finance Costs	506 824	535 789
35. BULK PURCHASES		
Electricity	2 987 645	2 286 157
Water	470 289	443 469
Total Bulk Purchases	3 457 934	2 729 626
36. GENERAL EXPENSES		
Audit Fees	529 967	914 298
Bank Charges	218 419	224 495
Christmas Lights Festival	285 469	242 919
Computer Licences	107 865	135 048
Congress/Deputation Costs	8 630	116 063
Fuel Vehicles	695 942	626 473
Insurance	389 106	360 066
Legal Fees	45 206	132 702
Printing and Stationery	116 937	112 016
Services Charges Electricity	134 506	122 432
Services Charges Water	45 055	45 891
Telephones	267 886	224 582
Other	1 269 432	1 265 308
Total General Expenses	4 114 419	4 522 293
37. GAIN/ (LOSS) ON SALE OF ASSETS		
Property, plant and equipment	157 980	-
Total Gain/ (Loss) on Sale of Assets	157 980	-

	2009 R	2008 R
38. CHANGE IN ACCOUNTING POLICY IN TERMS OF GRAP 3 - IMPLEMENTATION OF GAMAP/GRAP		
The following adjustments were made to amounts previously reported in the annual financial statements of the Municipality arising from the implementation of GAMAP/GRAP:		
38.1 Capitalisation Reserve		
Balance previously reported:	-	3 875 286
Transfer to Accumulated Surplus/(Deficit) - Note 3	-	(3 875 286)
Restated Balance	-	-
38.2 Government Grant Reserve		
Balance previously reported:	-	16 318 183
Transfer to Accumulated Surplus/(Deficit) - Note 3	-	(16 318 183)
Restated Balance	-	-
38.3 Trade Payables and Provisions		
Balance previously reported:		
Staff Leave	-	-
Total	-	-
Implementation of GRAP		
Transfer to Provisions - Staff Leave - See Note 8	-	-
Total	-	-
38.4 Long-term Liabilities		
Balance previously reported:	-	5 376 384
Implementation of GRAP	-	(838 925)
Unamortised charges on loans recognised - Note 4	-	(1 092 314)
Leases previously not recognised - Note 4	-	278 221
Prior years' redemption recognised through surplus	-	(24 832)
Restated Balance	-	4 537 459
38.5 Provisions		
Balance previously reported	-	4 198 486
Implementation of GRAP		
Provision for bonuses not previously recognised - Note 7	-	291 331
Restated Balance	-	4 489 817
38.6 Property, Plant and Equipment - GRAP 17		
Balance previously reported	-	78 406 582
Implementation of GRAP		
Property, Plant and Equipment financed through leases previously not recognised - Note 12	-	278 221
Depreciation on Lease Assets	-	(37 096)
Restated Balance	-	78 647 707

	2009 R	2008 R
38.7 Accumulated Surplus/(Deficit) - 1 July 2007		
Implementation of GRAP		
Unamortised charges on loans recognised - Note 38.4	-	1 092 314
Government Grant Reserve transfer to Accumulated Surplus/(Deficit) - See Note 38.2	-	16 318 183
Capitalisation Reserve transfer to Accumulated Surplus/(Deficit) - Note 38.1	-	3 875 286
Provision for bonuses not previously recognised - Note 38.5	-	(291 331)
Total	-	20 994 452
38.8 Accumulated Surplus/(Deficit) - 2007/2008		
Implementation of GRAP		
Unamortised discount paid on long-term liabilities recognised for 2007/2008 - Note 38.4	-	(208 962)
Interest Paid on Lease Liabilities - Note 38.4	-	(30 809)
Lease Liability - Redemption previously recognised as expenditure - Note 38.4	-	24 832
Depreciation on Lease Assets - Note 38.4	-	(37 096)
Total	-	(252 034)
39. CORRECTION OF ERROR IN TERMS OF GRAP 3		
39.1 Trade Payables		
Balance previously reported	-	1 682 244
Unidentified deposits 2007/2008 recognised as other income - Note 8	-	(115 547)
Unidentified deposits prior to 2007 recognised as other income - Note 8	-	(61 527)
Restated Balance	-	1 505 170
39.2 Taxes		
Balance previously reported	-	731 092
Correction of VAT Control account - balances before 1 July 2007 - Note 10	-	1 091 767
Correction of VAT Control account - Note 10	-	581 180
Restated Balance	-	2 404 039
39.3 Inventory		
Balance previously reported	-	142 851
Correction of inventory differences identified during 2007/2008 stock-count - Note 11	-	(51 019)
Water Inventory not previously recognised - Note 11	-	2 281
Restated Balance	-	94 113
39.4 Cash and Cash Equivalents		
Balance previously reported	-	7 379 202
Transfer to capitalisation reserve allocated against cash and cash equivalents in previous year - Note 20	-	168 348
Restated Balance	-	7 547 550
39.5 Long-term Receivables		
Balance previously reported	-	299 123
Interest charged incorrectly on long-term receivables in 2007/2008 - Note 15	-	(54 245)
Restated Balance	-	244 878
39.6 Trade Receivables from non-exchange transactions		
Balance previously reported	-	90 423
Income for Agency Fees for June 2008 recognised in July 2008 - Note 15	-	(2 494)
No provision for recoverability of salary for intern - Note 15	-	14 150
Eskom Deposit not previously recognised - Note 18	-	7 047
Restated Balance	-	109 126

	2009 R	2008 R
39.7 Trade Receivables from exchange transactions		
Balance previously reported	-	2 085 278
Correction of trade receivables from exchange transactions - Note 17	-	8 271
Correction of GRAP conversion balances - Note 17	-	(873 171)
Restated Balance	-	1 220 378
39.8 Capital Replacement Reserve		
Balance previously reported	-	580 458
Capital expenditure in 2007/2008 incorrectly recognised in capital replacement reserve - Note :	-	29 628
Restated Balance	-	610 086
39.9 Property, Plant and Equipment		
Balance previously reported	-	78 406 582
Assets not previously recognised - Note 12	-	72 092
Restated Balance	-	78 478 674
39.10 Operating Lease Asset		
Balance previously reported	-	64 898
Correction of operating lease asset - note 19	-	(38 666)
Restated Balance	-	26 232
39.11 Unspent Government Grants and Receipts		
Balance previously reported	-	5 290 250
Interest on unconditional grants not recognised in statement of financial performance - Note :	-	(273 738)
Restated Balance	-	5 016 512
39.12 Intangible Assets		
Balance previously reported	-	263 794
Valuation Roll incorrectly capitalised - note 14	-	(100 337)
Restated Balance	-	163 457
39.13 Accumulated Surplus/(Deficit) - 1 July 2007		
Correction of GRAP conversion balances - Note 39.7	-	(873 171)
Valuation Roll incorrectly capitalised - note 39.12	-	(100 337)
Correction of VAT Control account - Note 39.2	-	1 091 767
Unidentified deposits prior to 2007 recognised as other income - Note 39.1	-	61 527
Total	-	179 786

	2009 R	2008 R
39.14 Accumulated Surplus/(Deficit) - 2007/2008		
Income for Agency Fees for June 2008 recognised in July 2008 - Note 39.Ĥ	-	(2 494)
Interest charged incorrectly on long-term receivables in 2007/2008 - Note 39.Ĥ	-	(54 245)
Unidentified deposits recognised as other income - Note 39.1	-	115 547
Correction of VAT Control account - Note 39.2	-	581 180
Correction of inventory differences identified during 2007/2008 stock-count - Note 39.:	-	(51 019)
Eskom Deposit not previously recognised - Note 39.Ĥ	-	7 047
Water Inventory not previously recognised - note 39.Ĥ	-	2 281
Correction of trade receivables from exchange transactions - Note 39.7	-	8 271
No provision for recoverability of salary for intern - Note 39.Ĥ	-	14 150
Transfer to capitalisation reserve allocated against cash and cash equivalents in previous year - Note 39.4	-	168 348
Capital expenditure in 2007/2008 incorrectly recognised in capital replacement reserve - Note 39.8	-	29 628
Interest on unconditional grants not recognised in statement of financial performance - Note 39.1	-	273 738
Assets not previously recognised - Note 39.9	-	72 092
Correction of operating lease asset - Note 39.10	-	(38 666)
Total	-	1 125 858
40. RECONCILIATION BETWEEN NET SURPLUS/(DEFICIT) FOR THE YEAR AND CASH GENERATED/(ABSORBED) BY OPERATIONS		
Surplus/(Deficit) for the year	5 507 503	8 724 635
Adjustments for:		
Depreciation and amortisation	6 086 097	5 477 958
Contribution to bad debt provisor	-	2 879 724
Gain on disposal of property, plant and equipmen	(157 980)	-
Actuarial losses	97 879	-
Investment income	(2 085 642)	(1 819 209)
Interest paid	506 824	535 790
Operating Surplus/(Deficit) before changes in working capita	9 954 681	15 798 897
Changes in working capita	(2 173 296)	(10 103 605)
Increase/(Decrease) in Consumer Deposits	31 252	50 307
Increase/(Decrease) in Provisions	1 285 098	(12 972 191)
Increase/(Decrease) in Trade and Other Payables	(119 464)	(370 452)
Increase/(Decrease) in Unspent Conditional Government Grants and Receipts	291 736	1 208 278
Increase/(Decrease) in Taxes	2 466 479	(2 209 024)
(Increase)/Decrease in Inventory	28 437	3 916
(Increase)/Decrease in Trade Receivables from exchange transactions	(4 438 015)	290 791
(Increase)/Decrease in Other Receivables from non-exchange transactions	(1 759 395)	3 874 003
(Increase)/Decrease in Operating Lease Asset	40 576	20 767
Cash generated/(absorbed) by operations	7 781 385	5 695 292
41. CASH AND CASH EQUIVALENTS		
Cash and cash equivalents included in the cash flow statement comprise the following:		
Call Investments Deposits - Note 20	7 807 835	7 547 170
Cash Floats - Note 20	380	380
Bank overdraft - Note 20	-	(805 426)
Total cash and cash equivalents	7 808 215	6 742 124
42. UTILISATION OF LONG-TERM LIABILITIES RECONCILIATION		
Long-term Liabilities - Note 4	5 244 352	6 088 281
Used to finance property, plant and equipment - at cos	(5 244 352)	(6 088 281)
Cash set aside for the repayment of long-term liabilities	-	-
Cash invested for repayment of long-term liabilities	-	-

Long-term liabilities have been utilized in accordance with the Municipal Finance Management Act

	2009 R	2008 R
43. UNAUTHORISED, IRREGULAR, FRUITLESS AND WASTEFUL EXPENDITURE DISALLOWED		
43.1 Unauthorised expenditure		
Reconciliation of unauthorised expenditure		
Opening balance	-	-
Unauthorised expenditure current year	7 377 032	-
Approved by Council or condoned	-	-
Transfer to receivables for recovery	-	-
Unauthorised expenditure awaiting authorisation	7 377 032	-
Incident	Disciplinary steps/criminal proceedings	
<i>Over expenditure of approved operating and capital budget</i>	<i>To be investigated</i>	
43.2 Fruitless and wasteful expenditure		
Reconciliation of fruitless and wasteful expenditure		
Opening balance	69 510	67 330
Fruitless and wasteful expenditure current year	-	2 180
Condoned or written off by Council	-	-
Transfer to receivables for recovery - not condoned	-	-
Fruitless and wasteful expenditure awaiting condonement	69 510	69 510
Incident	Disciplinary steps/criminal proceedings	
<i>None</i>	<i>None</i>	
43.3 Irregular expenditure		
Reconciliation of irregular expenditure		
Opening balance	-	-
Irregular expenditure current year	5 607 179	-
Condoned or written off by Council	-	-
Transfer to receivables for recovery - not condoned	-	-
Irregular expenditure awaiting condonement	5 607 179	-
Incident	Disciplinary steps/criminal proceedings	
<i>Non-compliance with Supply Chain Management Regulations</i>	<i>To be investigated</i>	
44. ADDITIONAL DISCLOSURES IN TERMS OF MUNICIPAL FINANCE MANAGEMENT ACT		
44.1 Contributions to organised local government - [MFMA 125 (1)(b)] - SALGA CONTRIBUTIONS		
Opening balance	-	-
Council subscriptions	145 268	-
Amount paid - current year	(45 268)	-
Amount paid - previous years	-	-
Balance unpaid (included in creditors)	100 000	-
44.2 Audit fees - [MFMA 125 (1)(b)]		
Opening balance	553 002	-
Current year audit fee	592 927	1 346 778
Amount paid - current year	(56 750)	(793 776)
Amount paid - previous year	(553 002)	-
Balance unpaid (included in creditors)	536 176	553 002

	2009 R	2008 R
44.3 VAT - [MFMA 125 (1)(b)]		
Opening balance	384 898	-
Amounts received - current year	1 382 669	-
Amounts claimed - current year (payable)	(2 201 772)	-
Amount paid - current year	-	-
Amount paid - previous year	-	-
Closing balance	(434 205)	-
44.4 PAYE and UIF - [MFMA 125 (1)(b)]		
Opening balance	-	32 310
Current year payroll deductions	828 300	573 844
Amount paid - current year	(828 300)	(606 154)
Balance unpaid (included in creditors)	-	-
44.5 Pension and Medical Aid Deductions - [MFMA 125 (1)(b)]		
Opening balance	-	157 944
Current year payroll deductions and Council Contribution	2 577 997	1 807 923
Amount paid - current year	(2 577 997)	(1 807 923)
Amount paid - previous year	-	(157 944)
Balance unpaid (included in creditors)	-	-
44.6 Councillor's arrear consumer accounts - [MFMA 125 (1)(b)]		
The following Councillor had arrear accounts for more than 90 days as at 30 June 2009:		
	Outstanding more than 90 days	
D Singh	3 765	
40.8 Material losses - [MFMA 125 (2)(d)]		
The following material distribution losses incurred during the year		
Water (%)	39.04	25.07
Water (Rand Value)	915 031	538 636
Electricity (%)	10.77	9.52
Electricity (Rand Value)	395 085	334 030
45. CAPITAL COMMITMENTS		
Commitments in respect of capital expenditure:		
Approved and contracted for:	-	-
Infrastructure	-	-
Community	-	-
Other	-	-
Approved but not yet contracted for	4 381 240	2 881 240
Infrastructure	2 881 240	2 881 240
Community	-	-
Other	1 500 000	-
Total	4 381 240	2 881 240

	2009 R	2008 R
This expenditure will be financed from		
External Loans	1 500 000	-
Capital Replacement Reserve	-	-
Government Grants	-	-
Own Resources	-	-
Public Contributions and Donations	2 881 240	2 881 240
	4 381 240	2 881 240

46. RETIREMENT BENEFIT INFORMATION

Council employees contribute to the Cape Joint Municipal Pension Fund and SAMWU National Provident Fund which is a defined contribution fund. The retirement benefit fund is subject to the Pension Fund Act, 1956, with pension being calculated on the pensionable remuneration paid. Current contributions by Council are charged against expenditure on the basis of current service costs. Full actuarial valuations are performed at least every five years. The last valuation was done on 30 June 2008.

47. FINANCIAL RISK MANAGEMENT

The activities of the municipality expose it to a variety of financial risks, including market risk (comprising fair value interest rate risk, cash flow interest rate risk and price risk), credit risk and liquidity risk. The municipality's overall risk management programme focuses on the unpredictability of financial markets and seeks to minimise potential adverse effects on the municipality's financial performance.

(a) Foreign Exchange Currency Risk

The municipality does not engage in foreign currency transactions

(b) Interest Rate Risk

The Municipality is exposed to interest rate risk due to the movements in long-term and short term interest rates.

This risk is managed on an ongoing basis.

(c) Credit Risk

Credit risk is the risk that a counter party to a financial or non-financial asset will fail to discharge an obligation and cause the Municipality to incur financial loss.

Credit risk arises mainly from cash and cash equivalents, instruments and deposits with banks and financial institutions, as well as credit exposures to consumer and grant debtors.

For banks and financial institutions, only independently rated parties with a minimum rating of 'B+' are accepted. Grants are receivable from higher order levels of government. In the case of consumer debtors the municipality effectively has the right to terminate services to customers but in practice this is difficult to apply. This increases the credit risk in respect of consumer debtors. The risk of non- payment is managed on an ongoing basis and where practical, services are terminated and procedures applied to recover outstanding amounts owing and an appropriate level of impairment provision for default is maintained.

(d) Liquidity Risk

Liquidity risk is the risk that the municipality will encounter difficulty in raising funds to meet commitments associated with financial liabilities.

Prudent liquidity risk management includes maintaining sufficient cash and marketable securities, the availability of funding from an adequate amount of committed credit facilities.

The financial liabilities of the municipality are backed by appropriate assets and it has adequate liquid resources. The Council monitors the cash projections and by ensuring that borrowing facilities are available to meet its cash requirements.

(e) Other Risks

Potential concentrations of credit risk and interest rate risk consist mainly of fixed deposit investments, long-term debtors, consumer debtors, other debtors, short-term investment deposits and bank and cash balances.

The municipality limits its counterparty exposures from its money market investment operations by only dealing with well-established financial institutions of high credit standing. The credit exposure to any single counterparty is managed by setting transaction / exposure limits, which are included in the municipality's Investment Policy. These limits are reviewed annually by the CFO and authorised by the Municipal Council

Consumer debtors comprise of a large number of ratepayers, dispersed across different sectors and geographical areas. Ongoing credit evaluations are performed on the financial condition of these debtors. Consumer debtors are presented net of an allowance for doubtful debt.

In the case of debtors whose accounts become in arrears, Council endeavours to collect such accounts by "levying of penalty charges", "demand for payment", "restriction of services" and, as a last resort, "handed over for collection", whichever procedure is applicable in terms of Council's Credit Control and Debt Collection Policy

Long-term Receivables and Other Debtors are individually evaluated annually at Balance Sheet date for impairment or discounting. A report on the various categories of debtors is drafted to substantiate such evaluation and subsequent impairment / discounting, where applicable.

	2009 R	2008 R
The maximum credit and interest risk exposures in respect of the relevant financial instruments are as follows:		
Investments	-	-
Long Term Receivables	277 621	440 282
Trade receivables from exchange transactions	5 765 926	1 327 911
Other receivables from non-exchange transactions	1 868 521	109 126
Other Debtors	-	2 404 039
Current Portion of Long-term Receivables	-	-
Short-term Investment Deposits	-	-
Bank and Cash Balances	7 808 215	6 742 124
Maximum Credit and Interest Risk Exposures	15 720 283	11 023 482

47. FINANCIAL INSTRUMENTS

In accordance with IAS 39.09 the financial assets of the municipality are classified as follows:

<u>Financial Assets</u>	<u>Classification</u>		
Long-term Receivables			
Housing Loans	Loans and Receivables	277 621	440 282
Consumer Debtors			
Trade receivables from exchange transactions	Loans and Receivables	5 765 926	1 327 911
Other receivables from non-exchange transactions	Loans and Receivables	1 868 521	109 126
Other Debtors			
VAT	Loans and Receivables	-	2 404 039
Cash and Cash Equivalents			
Bank Balances	Held to maturity	7 808 215	6 742 124
SUMMARY OF FINANCIAL ASSETS			
Held to maturity:			
Bank Balances		7 808 215	6 742 124
		7 808 215	6 742 124
Loans and Receivables			
Long-term Receivables	Staff Loans	277 621	440 282
Consumer Debtors	Exchange transactions	5 765 926	1 327 911
Consumer Debtors	Non-exchange transactions	1 868 521	109 126
VAT	VAT	-	2 404 039
		7 912 068	4 281 358
Total Financial Assets		15 720 283	11 023 482

		2009 R	2008 R
<u>Financial Liabilities</u>	<u>Classification</u>		
Long-term Liabilities			
Annuity Loans	Note valued at FVTPL	5 033 960	5 834 891
Capitalised Lease Liability	Note valued at FVTPL	210 392	253 390
Non-current Provisions			
Post-retirement Health Care Benefits	Note valued at FVTPL	2 527 827	2 136 525
Rehabilitation of Landfill-sites	Note valued at FVTPL	2 321 000	2 110 000
Trade and Other Payables			
Payables	Note valued at FVTPL	2 457 714	1 796 500
Unspent Conditional Government Grants and Receipts			
National Government Grants	Note valued at FVTPL	1 354 665	1 703 262
Provincial Government Grants	Note valued at FVTPL	3 426 504	2 740 644
Other Sources	Note valued at FVTPL	527 079	572 605
SUMMARY OF FINANCIAL LIABILITIES			
At amortised cost:			
Long-term Liabilities		5 244 352	6 088 281
Non-current Provisions		2 321 000	2 110 000
Provisions		-	-
Trade and Other Payables		2 457 714	1 796 500
Unspent Conditional Government Grants and Receipts		5 308 248	5 016 511
Total Financial Liabilities		15 331 314	15 011 292
49. EVENTS AFTER THE REPORTING DATE			
The Municipality is not aware of any events after the reporting date.			
50. IN-KIND DONATIONS AND ASSISTANCE			
The municipality did not receive in-kind donations and assistance.			
51. COMPARISON WITH THE BUDGET			
The comparison of the municipality's actual financial performance with that budgeted, is set out in Annexures "E (1) and E (2)".			
52. CONTINGENT LIABILITY			
The municipality is not aware of any contingent liabilities.			
53. RELATED PARTIES			
Key Management and Councillors receive and pay for services on the same terms and conditions as other ratepayers / residents.			
53.1 Related Party Transactions			
The rates, service charges and other charges are in accordance with approved tariffs that were advertised to the public. No bad debt expenses have been recognised in respect of amounts owed by related parties.			

53.2 Related Party Loans

Since 1 July 2004 loans to councillors and senior management employees are not permitted.

53.3 Compensation of key management personnel

The compensation of key management personnel is set out in note 30 to the Annual Financial Statements.

54. EXEMPTIONS TAKEN ACCORDING TO DIRECTIVE 4 - TRANSITIONAL PROVISIONS FOR MEDIUM AND LOW CAPACITY MUNICIPALITIES

GRAP 12 Inventories

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in March 2009. Provisional amounts are set at R 0.00 as it might have an effect on other classes of assets such as Property, Plant and Equipment or Agricultural Assets.

The municipality is currently in a process of measuring all inventories in terms of GRAP 12 and it is expected that this process will be completed for inclusion in the 2010 financial statements.

GRAP 16 Investment Properties

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in March 2009. Provisional amounts are set at R 0.00 as it might have an effect on other classes of assets such as Property, Plant and Equipment.

The municipality is currently in a process of identifying and measuring all Investment Properties in terms of GRAP 16 and it is expected that this process will be completed for inclusion in the 2010 financial statements.

GRAP 17 Property, Plant and Equipment

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in March 2009. Provisional amounts are set at R 0.00 as it might have an effect on other classes of assets such as Investment Properties, Intangible Assets or Inventory. The municipality did not measure all the Property, Plant and Equipment in accordance with the standard, including the following:

Land

Small asset items below a R10 000 threshold previously expensed

Property, Plant and Equipment financed by way of provision

Property, Plant and Equipment transferred as a result of the transfer of function

Componentised infrastructure assets.

The municipality is currently in a process of identifying all Property, Plant and Equipment and have it measured in terms of GRAP 17 and it is expected that this process will be completed for inclusion in the 2010 financial statements. The Municipality is in the process of itemizing all infrastructure and community assets and will recalculate accumulated depreciation once this exercise has been completed by 30 June 2010. At present depreciation on these assets is calculated on an averaging basis whereby an average useful life has been estimated for each category of infrastructure and community assets, using global historical costs recorded in the accounting records.

The municipality did not measure the following, in terms of the transitional provisions

- Review of useful life of item of PPE recognised in the annual financial statements
- Review of the depreciation method applied to PPE recognised in the annual financial statements.
- Review of residual values of item of PPE recognised in the annual financial statements
- Impairment of non-cash generating assets.
- Impairment of cash generating assets.

GRAP 100 Non-Current Assets Held for Sale and Discontinued Operations

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in March 2009. The municipality did not recognise non-current assets held for sale and discontinued operations relating to Inventories, Investment Properties, Property, Plant and Equipment, Agriculture and Intangible Assets which are not recognised or measured in terms of the transitional provisions relating to those standards.

GRAP 101 Agriculture

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in March 2009. Provisional amounts are set at R 0.00 as it might have an effect on other classes of assets such as Property, Plant and Equipment or Inventories.

The municipality is currently in a process of identifying all agricultural activities and have it valued in terms of GRAP 101 and it is expected that this process will be completed for inclusion in the 2010 financial statements. It is possible that certain Agricultural assets are currently being recognised as Property, Plant and Equipment.

GRAP 102 Intangible Assets

The municipality opted to take advantage of the transitional provisions as contained in Directive 4 of the Accounting Standards Board, issued in March 2009. Provisional amounts are set at R 0.00 as it might have an effect on other classes of assets such as Property, Plant and Equipment.

Computer Software
Intangible assets financed by way of finance lease:
Intangible assets transferred as a result of the transfer of functions:
Servitudes

The municipality is currently in a process of measuring all Intangible Assets in terms of GRAP 102 and it is expected that this process will be completed for inclusion in the 2010 financial statements.

ii. PROCESS TO COMPLY FULLY WITH THE IMPLEMENTATION OF GENERAL RECOGNISED ACCOUNTING PRACTICES (GRAP)

The municipality adopted a phased-in approach in order to comply fully with the implementation of GRAP. The municipality is classified by the National Treasury as a medium capacity municipality and must comply with GRAP by 30 June 2009. The municipality, however, took advantage of transitional provision: and implement GRAP at an earlier date in order to ensure more reliant financial reporting.

RICHTERSVELD MUNICIPALITY

NOTES ON THE FINANCIAL STATEMENTS FOR THE YEAR ENDED 30 JUNE 2009

12. PROPERTY, PLANT AND EQUIPMENT

12.1 30 JUNE 2009

Reconciliation of Carrying Value	Land and Buildings R	Infrastructure R	Community R	Heritage R	Lease Assets R	Other R	Housing R	Total R
Carrying value at 1 July 2008	38 437 377	30 841 751	5 973 659	-	241 125	3 133 770	92 117	78 719 799
Cost	41 511 241	105 115 092	7 276 309	-	278 221	7 382 477	583 200	162 146 540
Original Cost	41 511 241	105 115 092	7 276 309	-	278 221	7 310 385	583 200	162 074 448
Correction of Error - Note 39.9	-	-	-	-	-	72 092	-	72 092
Accumulated Depreciation	(3 073 864)	(74 273 341)	(1 302 650)	-	(37 096)	(4 248 707)	(491 083)	(83 426 741)
Original Cost	(3 073 864)	(74 273 341)	(1 302 650)	-	(37 096)	(4 248 707)	(491 083)	(83 426 741)
Acquisitions	1 083 855	2 924 537	2 042 449	-	-	331 301	-	6 382 142
Capital under Construction	-	1 533 192	-	-	-	-	-	1 533 192
Depreciation	(267 757)	(4 867 291)	(341 090)	-	(55 644)	(430 834)	-	(5 962 616)
Normal Depreciation	(267 757)	(4 867 291)	(341 090)	-	(55 644)	(430 834)	-	(5 962 616)
Backlog Depreciation previously not recorded	-	-	-	-	-	-	-	-
Carrying value of disposals	-	-	-	-	-	(1 363)	-	(1 363)
Cost	-	-	-	-	-	(8 324)	-	(8 324)
Accumulated Depreciation	-	-	-	-	-	6 961	-	6 961
Carrying value at 30 June 2009	39 253 475	30 432 189	7 675 018	-	185 481	3 032 874	92 117	80 671 154
Cost	42 595 096	109 572 822	9 318 758	-	278 221	7 729 573	583 200	170 077 670
Original Cost	42 595 096	109 572 822	9 318 758	-	278 221	7 729 573	583 200	170 077 670
Revaluation	-	-	-	-	-	-	-	-
Accumulated Depreciation	(3 341 620)	(79 140 633)	(1 643 738)	-	(92 740)	(4 696 699)	(491 083)	(89 406 513)
Original Cost	(3 341 620)	(79 140 633)	(1 643 738)	-	(92 740)	(4 696 699)	(491 083)	(89 406 513)
Revaluation	-	-	-	-	-	-	-	-

12.2 30 JUNE 2008

Reconciliation of Carrying Value	Land and Buildings R	Infrastructure R	Community R	Heritage R	Lease Assets R	Other R	Housing R	Total R
Carrying value at 1 July 2007	38 420 375	35 163 782	2 195 826	-	-	3 549 604	92 117	79 421 704
Cost	41 239 110	104 965 622	3 333 379	-	-	7 542 618	583 200	157 663 929
Original Cost	41 239 110	104 965 622	3 333 379	-	-	7 087 822	583 200	157 209 133
Correction of Error	-	-	-	-	-	454 796	-	454 796
Accumulated Depreciation	(2 818 735)	(69 801 840)	(1 137 553)	-	-	(3 993 014)	(491 083)	(78 242 225)
Original Cost	(2 818 735)	(69 801 840)	(1 137 553)	-	-	(3 993 014)	(491 083)	(78 242 225)
Acquisitions	272 131	149 470	3 942 930	-	278 221	(72 499)	-	4 570 253
Depreciation	(255 129)	(4 471 501)	(165 097)	-	(37 096)	(401 794)	-	(5 330 617)
Normal Depreciation	(255 129)	(4 471 501)	(165 097)	-	(37 096)	(401 794)	-	(5 330 617)
Backlog Depreciation previously not recorded	-	-	-	-	-	-	-	-
Carrying value of disposals	-	-	-	-	-	(13 633)	-	(13 633)
Cost	-	-	-	-	-	(159 734)	-	(159 734)
Accumulated Depreciation	-	-	-	-	-	146 101	-	146 101
Carrying value at 30 June 2008	38 437 377	30 841 751	5 973 659	-	241 125	3 061 678	92 117	78 647 707
Cost	41 511 241	105 115 092	7 276 309	-	278 221	7 310 385	583 200	162 074 448
Original Cost	41 511 241	105 115 092	7 276 309	-	278 221	7 310 385	583 200	162 074 448
Revaluation	-	-	-	-	-	-	-	-
Accumulated Depreciation	(3 073 864)	(74 273 341)	(1 302 650)	-	(37 096)	(4 248 707)	(491 083)	(83 426 741)
Original Cost	(3 073 864)	(74 273 341)	(1 302 650)	-	(37 096)	(4 248 707)	(491 083)	(83 426 741)
Revaluation	-	-	-	-	-	-	-	-

12.3 Property, Plant and Equipment pledged as security

Leased Property, Plant and Equipment of R185 481 is secured for leases as set out in Note 4

12.4 Other Information

The Municipality has taken advantage of the transitional provisions set out in Directive 4. The Municipality is in the process of identifying and itemizing all infrastructure and community assets and other property, plant and equipment and will recalculate accumulated depreciation once this exercise has been completed by 30 June 2011. At present depreciation on these assets is calculated on an averaging basis whereby an average useful life has been estimated for each category of infrastructure and community assets and other property plant and equipment using global or other historical costs recorded in the accounting records.

Refer to Appendix B for more detail on property, plant and equipment, including those in the course of construction.

APPENDIX A
RICHTERSVELD MUNICIPALITY
SCHEDULE OF EXTERNAL LOANS AS AT 30 JUNE 2009

EXTERNAL LOANS	Rate	Loan Number	Redeemable	Balance at 30/06/2008	Received during the period	Redeemed written off during the period	Balance at 30/06/2009
ANNUITY LOANS							
DBSA	10.00%	101910	31/12/2005	3 947 644	-	372 331	3 575 313
DBSA	5.00%	102502	31/03/2014	1 724 113	-	265 465	1 458 648
Total Annuity Loans				5 671 757	-	637 796	5 033 961
LEASE LIABILITY							
Office Equipment				253 389	-	42 998	210 391
Total Lease Liabilities				253 389	-	42 998	210 391
TOTAL EXTERNAL LOANS				5 925 146	-	680 794	5 244 352

APPENDIX B
RICHTERSVELD MUNICIPALITY
ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2009

	Cost/Revaluation					Accumulated Depreciation				Carrying Value
	Opening Balance	Additions	Under Construction	Disposals	Closing Balance	Opening Balance	Additions	Disposals Income	Closing Balance	
Land and Buildings										
Land	33 593 910	84 914	-	-	33 678 824	-	-	-	-	33 678 824
Buildings	5 016 965	-	-	-	5 016 965	2 136 760	167 227	-	2 303 987	2 712 978
Official Houses	615 000	-	-	-	615 000	61 500	23 917	-	85 417	529 583
Other Buildings	2 151 366	984 476	-	-	3 135 842	817 909	72 106	-	890 015	2 245 827
Workshops and Depots	134 000	14 465	-	-	148 465	57 694	4 507	-	62 201	86 264
	41 511 241	1 083 855	-	-	42 595 096	3 073 863	267 757	-	3 341 620	39 253 476
Infrastructure										
<i>Electricity:</i>										
Electrical Motors	213 418	-	-	-	213 418	95 459	12 312	-	107 771	105 647
Mains	6 907 608	-	-	-	6 907 608	6 437 746	77 234	-	6 514 980	392 628
Supply and Reticulation	3 427 098	-	-	-	3 427 098	3 426 895	-	-	3 426 895	203
Switchgear Equipment	252 000	-	-	-	252 000	49 350	12 600	-	61 950	190 050
Transformer Kiosks	3 275 000	106 765	-	-	3 381 765	2 901 871	66 225	-	2 968 096	413 669
<i>Roads:</i>										
Stormwater	34 884	-	-	-	34 884	145	1 744	-	1 889	32 995
Roads: Tarred	50 171 100	-	-	-	50 171 100	42 453 177	2 390 217	-	44 843 394	5 327 706
Other Roads	-	398 250	-	-	398 250	-	121 686	-	121 686	276 564
<i>Security Measures:</i>										
Fencing	3 562 800	49 500	-	-	3 612 300	3 562 758	15 125	-	3 577 883	34 417
Access control	3 967	85 650	-	-	89 617	66	25 222	-	25 288	64 329
Fencing Sportgrounds	-	1 111 398	-	-	1 111 398	-	203 756	-	203 756	907 642
Security System	3 088	-	-	-	3 088	-	-	-	-	3 088
<i>Pedestrian</i>										
Paving	-	182 000	-	-	182 000	-	8 342	-	8 342	173 658
Walkways	-	408 000	-	-	408 000	-	18 700	-	18 700	389 300
<i>Sewerage:</i>										
Meters	1 530 776	-	-	-	1 530 776	807 909	102 052	-	909 961	620 815
Outfall Sewers	2 159 689	-	-	-	2 159 689	1 070 843	107 984	-	1 178 827	980 862
Pumping Stations	43 151	-	-	-	43 151	23 724	2 157	-	25 881	17 270
Sewer Purific	-	201 600	-	-	201 600	-	9 240	-	9 240	192 360
Reticulation Pumps	434 894	-	-	-	434 894	249 554	29 483	-	279 037	155 857
Sewers	1 575 545	-	-	-	1 575 545	518 112	75 894	-	594 006	981 539
<i>Water:</i>										
Boreholes	19 828	-	-	-	19 828	11 584	553	-	12 137	7 691
Water Boreholes	-	364 752	-	-	364 752	-	-	-	-	364 752
Mains	9 493 020	-	-	-	9 493 020	4 920 909	473 918	-	5 394 827	4 098 193
Meters	1 649 726	767	-	-	1 650 493	874 632	109 867	-	984 499	665 994
Pumping Stations	60 000	-	-	-	60 000	25 749	3 000	-	28 749	31 251
Reservoirs and Tanks	17 720 410	-	-	-	17 720 410	5 978 238	886 020	-	6 864 258	10 856 152
Reticulation Pumps	419 820	15 855	1 533 192	-	1 968 867	239 282	23 404	-	262 686	1 706 181
Supply and Reticulation	2 157 271	-	-	-	2 157 271	625 339	90 556	-	715 895	1 441 376
	105 115 093	2 924 537	1 533 192	-	109 572 822	74 273 342	4 867 291	-	79 140 633	30 432 189
Total carried forward	146 626 334	4 008 392	1 533 192	-	152 167 918	77 347 205	5 135 048	-	82 482 253	69 685 665

APPENDIX B
RICHTERSVELD MUNICIPALITY
ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2009

	Cost/Revaluation					Accumulated Depreciation				Carrying Value
	Opening Balance	Additions	Under Construction	Disposals	Closing Balance	Opening Balance	Additions	Disposals Income	Closing Balance	
Total brought forward	146 626 334	4 008 392	1 533 192	-	152 167 918	77 347 205	5 135 048	-	82 482 253	69 685 665
Community Assets										
Recreational Facilities:	945 692	7 585	-	-	953 277	128 809	31 617	-	160 426	792 851
Beach Development	1 315 390	-	-	-	1 315 390	566 180	43 833	-	610 013	705 377
Temporary shelters	59 200	-	-	-	59 200	7 785	11 840	-	19 625	39 575
Parks	424	-	-	-	424	-	-	-	-	424
<i>Sport Facilities:</i>										
Out Door Sport	3 380 036	1 593 430	-	-	4 973 466	35 926	184 516	-	220 442	4 753 024
Soccer/Netbal	101 967	301 896	-	-	403 863	425	18 935	-	19 360	384 503
<i>Other Facilities:</i>										
Cemeteries	5 000	-	-	-	5 000	4 999	-	-	4 999	1
Clinicis and Hospitals	1 461 100	139 538	-	-	1 600 638	551 323	50 332	-	601 655	998 983
Public Conveniences/Bathrooms	7 500	-	-	-	7 500	7 201	17	-	7 218	282
	7 276 309	2 042 449	-	-	9 318 758	1 302 648	341 090	-	1 643 738	7 675 020
Housing Rental Stock										
Houses: Selling Schemes: Buildings	92 100				92 100				-	92 100
Houses: Selling Schemes: Land	491 100				491 100	491 083			491 083	17
	583 200	-	-	-	583 200	491 083	-	-	491 083	92 117
Lease Assets										
Office Equipment (Lease)	278 221	-	-	-	278 221	37 096	55 644	-	92 740	185 481
Other Assets										
<i>Bins and Containers:</i>										
Household Refuse Bins	4 550	-	-	-	4 550	2 809	864	-	3 673	877
<i>Emergency Equipment:</i>										
Fire Horses	1 988	-	-	-	1 988	1 730	157	-	1 887	101
Fire Equipment	36 017	74 384			110 401	173	2 079		2 252	108 149
<i>Furniture and Fittings</i>										
Cabinets and Cupboards	507 223	4 714	-	-	511 937	398 801	15 123	-	413 924	98 013
Chairs	227 619	11 698	-	-	239 317	143 272	2 941	-	146 213	93 104
Other Furniture and Fittings	402 609	18 615	-	-	421 224	232 007	15 219	-	247 226	173 998
Tables and Desks	428 394	10 354	-	-	438 748	340 783	15 060	-	355 843	82 905
<i>Other:</i>										
Household Appliances	-	1 191	-	-	1 191	-	-	-	-	1 191
Other Assets	-	17 341	-	-	17 341	-	72	-	72	17 269
Total carried forward	1 608 400	138 297	-	-	1 746 697	1 119 575	51 515	-	1 171 090	575 607
Total carried forward	156 372 464	6 189 138	1 533 192	-	164 094 794	80 297 607	5 583 297	-	85 880 904	78 213 890

APPENDIX B
RICHTERSVELD MUNICIPALITY
ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2009

	Cost/Revaluation					Accumulated Depreciation				Carrying Value
	Opening Balance	Additions	Under Construction	Disposals	Closing Balance	Opening Balance	Additions	Disposals Income	Closing Balance	
Total brought forward	156 372 464	6 189 138	1 533 192	-	164 094 794	80 297 607	5 583 297	-	85 880 904	78 213 890
Other Assets (cont)	1 608 400	138 297	-	-	1 746 697	1 119 575	51 515	-	1 171 090	575 607
<i>Motor Vehicles:</i>										
Trailers	969 874	-	-	-	969 874	495 876	70 040	-	565 916	403 958
Trucks and Bakkies	1 592 804	130 000	-	-	1 722 804	987 892	118 157	-	1 106 049	616 755
<i>Office Equipment:</i>	-	-	-	-	-	-	-	-	-	-
Air Concioners	1 667	-	-	-	1 667	546	226	-	772	895
Computer Hardware	642 760	55 857	-	7 098	691 519	548 867	28 685	6 961	570 591	120 928
Office Machines	174 158	-	-	1 226	172 932	153 809	-	-	153 809	19 123
Other Office Equipment	1 511	7 544	-	-	9 055	-	-	-	-	9 055
<i>Watercrafts</i>										
Water crafts	89 000	2 497	-	-	91 497	3 956	5 933	-	9 889	81 608
<i>Plant and Equipment:</i>										
Compressors	220 000	-	-	-	220 000	151 800	39 600	-	191 400	28 600
Graders	-	500	-	-	500	-	-	-	-	500
Mechanical horses	527 688	-	-	-	527 688	170 780	31 603	-	202 383	325 305
Other Plant and Equipment	223 759	1 365	-	-	225 124	165 521	8 819	-	174 340	50 784
Radio Equipment	39 835	-	-	-	39 835	35 408	730	-	36 138	3 697
Telecommunication Equipment	263 065	-	-	-	263 065	215 977	16 456	-	232 433	30 632
Tippers	346 500	-	-	-	346 500	25 988	20 790	-	46 778	299 722
Tractors	633 485	67 331	-	-	700 816	196 831	38 280	-	235 111	465 705
	7 334 506	403 391	-	8 324	7 729 573	4 272 826	430 834	6 961	4 696 699	3 032 874
Total	162 098 570	6 454 232	1 533 192	8 324	170 077 670	83 450 858	5 962 616	6 961	89 406 513	80 671 157

APPENDIX C
RICHTERSVELD MUNICIPALITY
SEGMENTAL ANALYSIS OF PROPERTY, PLANT AND EQUIPMENT AS AT 30 JUNE 2009
MUNICIPAL VOTES CLASSIFICATION

	Cost/Revaluation					Accumulated Depreciation				Carrying Value
	Opening Balance	Additions	Under Construction	Disposals	Closing Balance	Opening Balance	Additions	Disposals Income	Closing Balance	
Executive & Council	1 027 040	78 707	-	-	1 105 747	275 832	45 182	-	321 014	784 733
Finance & Admin	387 751	801 647	-	-	1 189 398	335 854	292 496	-	628 350	561 048
Planning & Development	19 624 054	755 523	-	8 324	20 371 253	1 695 359	136 251	6 961	1 824 649	18 546 604
Health	1 968 700	139 538	-	-	2 108 238	692 308	54 465	-	746 773	1 361 465
Community & Social Services	10 969 182	71 400	-	-	11 040 582	5 079 139	52 676	-	5 131 815	5 908 767
Housing	-	-	-	-	-	-	-	-	-	-
Public Safety	2 523 939	4 040	-	-	2 527 979	984 597	174 482	-	1 159 079	1 368 900
Sport & Recreation	21 598 234	3 665 227	-	-	25 263 461	2 096 745	476 845	-	2 573 590	22 689 871
Environmental Protection	-	-	-	-	-	-	-	-	-	-
Waste Water Management	6 775 027	201 600	-	-	6 976 627	3 087 825	432 109	-	3 519 934	3 456 693
Waste Management	507 944	-	-	-	507 944	489 058	-	-	489 058	18 886
Road Transport	50 494 165	483 164	-	-	50 977 329	42 651 569	2 525 584	-	45 177 153	5 800 176
Water	31 920 192	15 855	1 533 192	-	33 469 239	13 091 400	1 585 529	-	14 676 929	18 792 310
Electricity	14 302 336	237 537	-	-	14 539 873	12 971 172	186 997	-	13 158 169	1 381 704
Other	-	-	-	-	-	-	-	-	-	-
	162 098 564	6 454 238	1 533 192	8 324	170 077 670	83 450 858	5 962 616	6 961	89 406 513	80 671 157

APPENDIX D
RICHTERSVELD MUNICIPALITY
SEGMENTAL STATEMENT OF FINANCIAL PERFORMANCE FOR THE YEAR ENDED 30 JUNE 2009
MUNICIPAL VOTES CLASSIFICATION

2008 Actual Income R	2008 Actual Expenditure R	2008 Surplus/ (Deficit) R		2009 Actual Income R	2009 Actual Expenditure R	2009 Surplus/ (Deficit) R
3 169 789	(2 124 632)	1 045 157	Executive & Council	6 226 845	(2 972 211)	3 254 634
12 077 795	(7 735 317)	4 342 478	Finance & Admin	16 059 188	(8 812 570)	7 246 618
416 203	(104 946)	311 257	Planning & Development	176 247	(611 295)	(435 048)
189 258	(81 766)	107 492	Health	194 415	(94 970)	99 445
777 698	(877 051)	(99 353)	Community & Social Services	327 914	(801 095)	(473 182)
14 293	(53 928)	(39 635)	Housing	28 664	(28 664)	-
10 800	(804 237)	(793 437)	Public Safety	104 631	(195 428)	(90 797)
814 769	(1 371 302)	(556 533)	Sport & Recreation	2 590 853	(1 873 255)	717 598
1 619 969	(1 695 830)	(75 861)	Waste Water Management	1 748 961	(2 391 114)	(642 153)
14 696 081	(1 079 668)	13 616 413	Waste Management	4 016 026	(2 106 166)	1 909 860
196 586	(5 108 937)	(4 912 351)	Road Transport	59 006	(5 136 305)	(5 077 299)
2 540 595	(4 160 685)	(1 620 090)	Water	5 370 826	(6 369 755)	(998 929)
4 109 071	(3 619 101)	489 970	Electricity	4 599 777	(4 603 021)	(3 244)
-	-	-	Other	-	-	-
40 632 907	(28 817 400)	11 815 507	Sub Total	41 503 353	(35 995 850)	5 507 503
-	-	-	Less Inter-Departmental Charges	-	-	-
40 632 907	(28 817 400)	11 815 507	Total	41 503 353	(35 995 850)	5 507 503

APPENDIX E(1)
RICHTERSVELD MUNICIPALITY
REVENUE AND EXPENDITURE
ACTUAL VERSUS BUDGET FOR THE YEAR ENDED 30 JUNE 2009
MUNICIPAL VOTES CLASSIFICATION

	2009 Actual (R)	2009 Budget (R)	2009 Variance (R)	2009 Variance (%)	Explanation of Significant Variances greater than 10% versus Budget
REVENUE					
Property rates	4 994 622	5 000 000	(5 378)	-0.11%	
Government Grants and Subsidies	14 665 571	9 098 779	5 566 792	61.18%	More grants received than budget
Public Contributions and Donations	2 120	7 200	(5 080)	-70.56%	Less donations received than budget
Contributed PPE	6 132 225	-	6 132 225	0.00%	
Fines	38 650	46 000	(7 350)	-15.98%	Less court fines received than budget
Third Party Payments	-	-	-	0.00%	
Actuarial gains	-	-	-	0.00%	
Dividends received	-	-	-	0.00%	
Property rates - Penalties & Collection Charges	538 886	797 500	(258 614)	-32.43%	Better recoverability %
Service Charges	10 987 179	14 210 776	(3 223 598)	-22.68%	Incorrect budgeting
Water Services Authority Contribution	-	-	-	0.00%	
Rental of Facilities and Equipment	1 121 089	1 600 733	(479 644)	-29.96%	Incorrect budgeting
Interest Earned - External Investments	700 626	232 500	468 126	201.34%	Interest received on investments
Interest Earned - Outstanding Receivables	1 385 016	1 931 200	(546 184)	-28.28%	Better recoverability %
Licences and Permits	121 560	216 842	(95 282)	-43.94%	Incorrect budgeting
Agency Services	334 194	381 441	(47 247)	-12.39%	sales
Other Income	323 636	578 944	(255 308)	-44.10%	Incorrect budgeting
Unamortised discount - Interest	-	-	-	0.00%	
Gains on Disposal of PPE	157 980	4 523 440	(4 365 460)	-96.51%	No land sales
Reversal of Impairment Loss	-	-	-	0.00%	
Changes in Fair Value	-	-	-	0.00%	
Inventory: Reversal of write-down to Net Realisable Value	-	-	-	0.00%	
Total Revenue	41 503 353	38 625 355	2 877 998	7.45%	
EXPENDITURE					
Executive & Council	(2 972 211)	(3 516 822)	544 611	-15.49%	Incorrect budgeting
Finance & Admin	(8 812 570)	(11 645 317)	2 832 747	-24.33%	Implementation of GRAP requirements
Planning & Development	(611 295)	(402 856)	(208 439)	51.74%	Incorrect budgeting
Health	(94 970)	(129 697)	34 727	-26.78%	Incorrect budgeting
Community & Social Services	(801 095)	(878 448)	77 353	-8.81%	
Housing	(28 664)	(22 500)	(6 164)	27.39%	Increase in insurance
Public Safety	(195 428)	(230 633)	35 205	-15.26%	Saving on maintenance
Sport & Recreation	(1 873 255)	(2 241 015)	367 760	-16.41%	Incorrect budgeting
Waste Water Management	(2 391 114)	(1 583 263)	(807 851)	51.02%	wages
					Increase in repairs and maintenance and
Waste Management	(2 106 166)	(692 573)	(1 413 593)	204.11%	wages
Road Transport	(5 136 305)	(7 125 026)	1 988 721	-27.91%	Decrease in depreciation
Water	(6 369 755)	(4 664 533)	(1 705 222)	36.56%	Spending of Operating Grants
Electricity	(4 603 021)	(5 518 142)	915 121	-16.58%	Decrease in depreciation
Other	-	-	-	0.00%	
Less: Interdepartmental Charges	-	3 000	(3 000)	-100.00%	
Total Expenditure	(35 995 850)	(38 647 825)	2 651 975	-6.86%	
NET SURPLUS/(DEFICIT) FOR THE YEAR	5 507 503	(22 470)	5 529 973		

APPENDIX E (2)
RICHTERSVELD MUNICIPALITY
ACTUAL VERSUS BUDGET FOR THE YEAR ENDED 30 JUNE 2009
ACQUISITION OF PROPERTY, PLANT AND EQUIPMENT & INTANGIBLE ASSETS
MUNICIPAL VOTES CLASSIFICATION

	2009 Actual	2009 Under Construction	2009 Total Additions	2009 Budget	2009 Variance	2009 Variance	Explanation of Significant Variances greater than 5% versus Budget
	R	R	R	R	R	%	
Executive & Council	78 707	-	78 707	-	78 707		Contributed PPE
Finance & Admin	801 647	-	801 647	545 000	256 647	47.09%	Contributed PPE
Planning & Development	755 523	-	755 523	275 000	480 523	174.74%	Contributed PPE
Health	139 538	-	139 538	60 000	79 538	132.56%	Contributed PPE
Community & Social Services	71 400	-	71 400	76 900	(5 500)	-7.15%	
Housing	-	-	-	2 000 000	(2 000 000)	-100.00%	Budget for development costs
Public Safety	4 040	-	4 040	18 100	(14 060)	-77.68%	Contributed PPE
Sport & Recreation	3 665 227	-	3 665 227	4 010 500	(345 273)	-8.61%	Saving on costs
Waste Water Management	201 600	-	201 600	55 500	146 100	263.24%	Not budget vir MIG
Waste Management	-	-	-	-	-		
Road Transport	483 164	-	483 164	45 500	437 664	961.90%	Contributed PPE
Water	15 855	1 533 192	1 549 047	20 000	1 529 047	7645.24%	Capital Grants
Electricity	237 537	-	237 537	10 000	227 537	2275.37%	Emergency costs
Other	-	-	-	-	-		
Total	6 454 238	1 533 192	7 987 430	7 116 500	870 930		

APPENDIX F
RICHTERSVELD MUNICIPALITY
DISCLOSURES OF GRANTS AND SUBSIDIES IN TERMS OF SECTION 123 OF MFMA, 56 OF 2003

Grant Description	Balance 30 June 2008	Contributions during the year	Operating Expenditure during the year Transferred to Revenue	Capital Expenditure during the year Transferred to Revenue	Balance 30 June 2009	Unspent 30 June 2009 (Creditor)	Unpaid 30 June 2009 (Debtor)
Equitable Share	-	5 807 718	(5 807 718)	-	-	-	-
Local District Municipality Grant	-	705 424	(705 424)	-	-	-	-
Financial Management Grant	381 241	500 000	(745 643)	-	135 598	135 598	-
Municipal Systems Improvement Grant	490 237	735 000	(776 723)	(61 231)	387 283	387 283	-
Department Arts and Culture	12 125	-	(11 758)	-	367	367	-
Arts & Culture - Cultural Groups	367	-	-	-	367	367	-
Arts & Culture - Cultural Groups	11 758	-	(11 758)	-	-	-	-
Department Provincial and Local Government	279 529	2 768 748	(2 030 631)	-	1 017 646	1 017 646	-
Department Public Works	45 917	495 485	(232 490)	(1 365)	307 547	307 547	-
Department Public Work Creation	45 917	495 485	(232 490)	(1 365)	307 547	307 547	-
Department Public Work Grant Beach Front	-	-	-	-	-	-	-
Office of the Premier	41 354	-	(1 957)	-	39 397	39 397	-
Department Local Government and Housing	2 328 857	1 230 567	(1 297 343)	(247 906)	2 014 175	2 014 175	-
DLG & H Cleanest Town	65 579	-	(3 433)	-	62 146	62 146	-
DLG & H Flood Damage Kuboes	501 939	-	-	(247 906)	254 033	254 033	-
DLG & H Monitor Ground Water	136 560	-	-	-	136 560	136 560	-
DLG & H MSP Waterneter	988 145	-	(625)	-	987 520	987 520	-
DLG & H Sizamile Vegatable	1 583	-	-	-	1 583	1 583	-
DLG & H Social Plan	5 116	-	-	-	5 116	5 116	-
DLG & H Transitional Grant	23 631	-	(19 892)	-	3 739	3 739	-
DLG & H Water Bulk Supply 8 Mile	397 257	-	(196 805)	-	200 452	200 452	-
DLG & H Water Bulk Supply (Ninham Shand)	201 587	1 077 115	(941 981)	-	336 721	336 721	-
DLG & H Water Kuboes Pipe Line	7 460	153 452	(134 607)	-	26 305	26 305	-
Local District Municipality Grant	316 098	50	(23 427)	(16 110)	276 611	276 611	-
Municipal Infrastructure Grant	830 716	1 241 000	(115 512)	(1 254 928)	701 276	701 276	-
Infrastructure Sanitation	1 068	-	(1 068)	-	-	-	-
Sport Grant	9 510	300 000	(95 391)	-	214 119	214 119	-
Library	23 352	326 000	(346 104)	-	3 248	3 248	-
Public Grants	256 888	846 935	(883 073)	(9 769)	210 981	210 981	-
Public Contribution NDFT Grant	231 428	846 935	(872 473)	(7 500)	198 390	198 390	-
Public Contribution NDFT CDW's	11 817	-	(2 900)	(2 269)	6 648	6 648	-
Public Contribution Stuwig Alch AB	6 039	-	(5 000)	-	1 039	1 039	-
Public Contribution Alexcor Culfest.	7 604	-	(2 700)	-	4 904	4 904	-
	5 016 892	14 956 927	(13 074 262)	(1 591 309)	5 308 248	5 308 248	-